

STATE OF IOWA  
DEPARTMENT OF COMMERCE  
UTILITIES BOARD

IN RE:  IES UTILITIES INC.	DOCKET NO. TF-99-194
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**ORDER APPROVING TARIFF**

(Issued July 27, 1999)

On June 28, 1999, IES Utilities Inc. (IES) filed with the Utilities Board (Board) proposed revisions to its interruptible service tariff, identified as TF-99-194. Part of the proposed revisions would apply to new customers only and reduces the amount of interruptible discounts. IES states the reduced discounts are consistent with its avoided costs. In addition, the proposed revisions require all interruptible customers to confirm their contract firm demand level by January 1 and pay back credits if service is cancelled. IES said these changes would facilitate its supply planning for the upcoming year. IES has notified existing interruptible customers of the proposed changes. No objections to the proposed tariff have been filed.

The Board will approve the proposed tariff. The reduced discounts for new interruptible customers appear consistent with IES's avoided costs. The other changes, which apply to all interruptible customers, will facilitate IES's supply planning. The Board notes that IES is subject to a rate freeze related to its merger with Interstate Power Company and Wisconsin Power and Light. IES is not reducing interruptible credits for existing customers because additional revenues would result.

**IT IS THEREFORE ORDERED:**

Tariff filing TF-99-194 is approved, effective August 1, 1999, subject to complaint or investigation.

**UTILITIES BOARD**

/s/ Allan T. Thoms

/s/ Susan J. Frye

ATTEST:

/s/ Raymond K. Vawter, Jr.  
Executive Secretary

Dated at Des Moines, Iowa, this 27<sup>th</sup> day of July, 1999.